

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

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Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



COMMINGLING ORDER CTB-414-B
Administrative Application Reference No. pPRG1308439247

Yates Petroleum Corporation
Attention: Ms. Miriam Morales

The above named operator is hereby authorized to commingle production from the North Seven Rivers; Glorieta-Yeso Pool (97565) from the following wells, which are on separate leases and have diverse ownership:

Patriot "AIZ" Well No.6
API No. 30-015-28405
Unit I-Sec. 21-T19S-R25E

Cutter "APC" Well No.1
API No. 30-015-28397
Unit P-Sec. 21-T19S-R25E

Rodke AOY Well No.1
API No. 30-015-28404
Unit A-Sec. 21-T19S-R25E

all in Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each well prior to commingling. The commingled production shall be stored at, and sold from the Patriot AIZ tank batter in Unit N of Section 21.

No pool commingling is authorized. Since other zones previously authorized for commingling by Orders CTB-414 and CTB-414-A have been permanently plugged and abandoned, these zones are not an issue.

This installation shall be installed and operated in accordance with the applicable provisions of Division rules. It is the responsibility of the producer to notify the transporter of this commingling authority.

The operator shall notify the Artesia District Office of the Division prior to implementation of the commingling process.

Applicant has not provided notice that it is requesting addition of future wells or additional leases or pools to this commingle as per Rule 19.15.12.10.C.(4)(g)(i) NMAC. Therefore, additional wells or pools shall not be included in this surface commingle without the operator again making application and providing notice to all owners.

April 18, 2013
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Sincerely,



JAMIE BAILEY
Division Director

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cc: Oil Conservation Division – Artesia